

DEPARTMENT OF FOOD AND AGRICULTURE

1220 N Street, Room A-230
Sacramento, CA 95814-5621
Phone: (916) 654-0795
Fax: (916) 653-8919
E-mail: *poolina@cdfa.ca.gov*



**BUREAU OF MILK POOLING
POLICY AND PROCEDURAL LETTER NO. 7.5**

COMPUTATION OF INPLANT USAGE

Gross in-plant class usage is the total of the respective sections dealing with classified usage on the pooling report MPB Form 800. Class 1 is the total of Lines 41 through 49; Class 2 usage is the total of Lines 62 through 66; Class 3 usage is the total of Lines 71 through 75; Class 4a usage is the total of Lines 81 through 85; and Class 4b usage is the total of Lines 95 through 99.

Gross Class 1 usage is reduced by the opening inventory of Class 1 packaged items, by the amount of packaged Class 1 items received from other plants, and by the weight of fortifying dry solids-not-fat and condensed skim. The deduction of dry solids-not-fat includes the additional weight due to volume expansion. Condensed skim is deducted at the actual weight of condensed used. The remaining usage after these deductions represents the in-plant usage of Class 1 upon which the Class 1 percentage is calculated.

If there are receipts of bulk manufacturing grade, or receipts from non-pool sources (except out of state), a preliminary adjustment is made by deducting such receipts from the Class 2, 3, 4a and 4b usage. These deductions are made pro rata based on the amounts included in these classes that were used to make products that do not require market grade milk, cream, or skim in their manufacture. To determine such amounts used to make Class 2, 3, 4a and 4b products not requiring market grade, the following calculations are made:

Class 2 = Amount recorded on Line 67

Class 3 = Gross total usage of Class 3 minus amount recorded on Line 76

Class 4a = Gross total usage of Class 4a minus amount recorded on Line 86

Class 4b = Gross total usage on Lines 95 through 99.

For your information, QuattroPro examples illustrating calculations under these two conditions (with or without manufacturing or non-pool receipts) are available upon request.

This Policy and Procedural Letter is effective August 1, 1982. However, computation of in-plant usage prior to this date is governed by Policy and Procedural Letter 7.4.

R. E. Rominger
Director

By

Glenn Gleason
Bureau of Milk Pooling

Dated: August 23, 1982